Frequently Asked Questions (FAQs) on the NMB Share Split

1. ***What is a Share/Stock?***
A Share/Stock is a piece of ownership in a company. A company sells part/all of its ownership to investors so as to raise capital. Investors who own shares of a company are called shareholders. Shareholders benefit from investing in a company through dividends and capital gains.

2. ***What is a Dividend?***
A dividend is a portion of a company's net profit that is distributed to its shareholders, this payment is proposed by the directors and approved by the general meeting of shareholders, Dividends can be paid in cash or by issuing additional shares to the shareholders.

3. ***What DSE?***
DSE is a short term for name The Dar es Salaam Stock Exchange – a secondary market for financial products. Currently the financial products traded are Shares, Bonds (both Government and Corporate bonds) and Exchange Traded Funds or ETFs, Shares are also known as Equities and Bonds are also known as Debt instruments.

4. ***What is CSDR?***
"CSDR" means the CSD & Registry Company Limited, a subsidiary company of the DSE which holds the definitive and authentic record of securities in immobilised or dematerialised form, to enable book-entry transfer of securities.

5. ***What is a CDS account?***
The CDS "account" is an electronic record system which keeps track of the ownership of securities held by individuals and entities and facilitates their transfer. The system is regulated by the DSE.

6. ***What is a NMB Share Split?***
NMB Share Split is a corporate action in which each issued and fully paid ordinary share of the NMB will be subdivided into ten ordinary shares, every one (1) existing ordinary share will be subdivided into ten (10) ordinary shares.

7. ***What is the split ratio?***
The share split ratio is 1:10, meaning each issued and fully paid ordinary share of the NMB will be subdivided into ten ordinary shares.

8. ***Why is NMB Bank Plc undertaking a Share Split?***
The Share Split is undertaken to improve the affordability and tradability of NMB shares and to broaden retail participation in the capital markets.

9. ***Does the Share Split change the total value of my investment?***
No. Immediately after the split, the value of your investment remains substantially the same because the increase in the number of shares is offset by a proportionate reduction in the share price.

10. ***Will I receive additional shares for free?***
Yes. Your shareholding will be adjusted automatically from one share to ten shares for every share held on the record date.

11. ***Do I need to pay anything to receive the additional shares?***
No. No shareholder is required to make any payment.

12. ***Do I need to complete any forms?***
No. No shareholder is required to submit any application or surrender any document

13. ***Does the share split involve any interest, borrowing, or usurious transactions?***
No. A share split does not involve any interest, borrowing, lending, or usurious transactions. It simply increases the number of shares held by shareholders while proportionally reducing the share price, without changing the overall value of their investment.

14. ***Who is entitled to Share Split?***
All Shareholders appearing on the register of members as at the record date of Friday, 21 August 2026, will receive ten ordinary shares for every one ordinary share held

15. ***What is the Record Date?***
The Record Date, 21 August 2026, is the date used to determine which shareholders on the register are eligible to receive split-adjusted shares.

16. ***When do shares start trading Cum-Split?***
Monday, 27 July 2026.

17. ***What is the last Cum-Split trading date?***
Wednesday, 19 August 2026.

18. ***If I buy NMB shares on 19 August 2026, will I qualify?***
Yes. Purchases made on or before the last Cum-Split trading date will qualify for the Share Split.

19. ***If I buy shares during the suspension period, will I qualify?***
No. Trading will be suspended during that period.

20. ***Will there be trading suspension in NMB Shares?***
Yes. NMB shares on the DSE will be suspended immediately from the close of the market on Wednesday, 19 August 2026 and will resume on Monday, 24 August 2026, when the market opens.

21. ***Why will trading in NMB shares be suspended?***
To allow reconciliation of records and adjust every shareholder account from one share to ten. The suspension allows NMB, the DSE, and the Central Securities Depository and Registry Company Limited (CSDR) to reconcile the register of members and adjust every shareholder account from one share to ten shares.

22. ***When will trading in NMB shares resume following the suspension of trading?***
Trading will resume on Monday, 24 August 2026.

23. ***What is the Effective Date of the Share Split?***
Monday, 24 August 2026.

24. ***When will shareholders see the adjusted shares in their accounts?***
After adjustment of shareholder register.

25. ***What happens to pending buy or sell orders during suspension?***
All pending orders will automatically expire at the start of the trading suspension, and investors wishing to maintain their orders must submit them afresh through a licensed dealing member or mobile trading platforms when trading resumes on Monday, 24 August 2026

26. ***How can I resubmit my order?***
Through a licensed dealing member or mobile trading platforms when trading resumes on Monday, 24 August 2026

27. ***What will happen to the market price after the Share Split?***
The opening reference price on Monday 24 August 2026 will be determined by the prevailing applicable market rules governing share split.

28. ***Will the market capitalization of NMB Bank Plc change because of the Share Split?***
No. The Share Split will not change the company's market capitalization.

29. ***Will the Share Split affect my percentage ownership?***
No. Your ownership percentage remains unchanged because the increase in the number of shares is offset by a proportionate reduction in the share price.

30. ***Will shareholder voting rights be affected?***
No. Voting rights remain proportionate to ownership.

31. ***Will dividend rights be affected?***
No. Dividend entitlements remain proportionate.

32. ***Will future dividends be paid on the new number of shares?***
Yes. Future dividends will be calculated based on your split-adjusted shareholding and the dividend declared by the company

33. ***What if I only own one share?***
Each share you currently hold will be subdivided into ten shares after the share split.

34. ***Does the Share Split mean the company is issuing new capital?***
No. The Share Split only increases the number of shares while proportionately reducing the price per share.

35. ***How can I verify my updated holdings?***
You can verify your holding through a licensed dealing member or mobile trading platforms when trading resumes on Monday, 24 August 2026.

36. ***Where can I obtain more information?***
Tel: (General): **0800 002 002**
While outside Tanzania: **0808 002 022**
Email: **tuambie@nmbbank.co.tz**

NMB Share Split Examples

Shares *Before Split*	Shares *After Split*
1	10
10	100
50	500
100	1,000
500	5,000
1,000	10,000
5,000	50,000
10,000	100,000